



RESIDENTIAL, COMMERCIAL AND INDUSTRIAL (RCI) TECHNICAL WORK GROUP CALL #6

DECEMBER 1, 2005



TODAY'S AGENDA

- 1. CALL TO ORDER AND ROLL CALL**
- 2. REVIEW AND APPROVAL OF NOVEMBER 10 CALL SUMMARY**
- 3. CHECK-IN ON ELECTRICITY GROWTH RATE ASSUMPTIONS**
- 4. REVIEW AND DISCUSSION OF CONSOLIDATED LIST OF HIGH PRIORITY OPTIONS**
- 5. FURTHER PRIORITIZATION/CONSOLIDATION OF THE LIST IF/AS DESIRED**
- 6. DISCUSSION OF POLICY DESIGN PARAMETERS FOR INDIVIDUAL OPTIONS**
- 7. CALL TO THE PUBLIC**
- 8. PROPOSED AGENDA ITEMS FOR NEXT MEETING**
- 9. ANNOUNCEMENTS**

ELECTRICITY GROWTH FORECASTS

- **PLEASE SEE REVISED MEMO ON ELECTRICITY USE GROWTH RATES AND OPTIONS**
- **NEW/REVISED INFORMATION**
 - **APS ESTIMATE OF FUTURE GROWTH AT 3 – 3.2%/YR**
 - **APS RATE CASE FILING WITH SHORT-TERM (2005-2007) GROWTH OF 4.2%/YR**
 - **REVISED COMPOSITE STATEWIDE GROWTH RATE FORECASTS OF 3.4 TO 3.7%/YR (2004 – 2010)**
 - **ADDITIONAL INFORMATION ON USDOE AEO POST-2010 FORECAST**
 - **ILLUSTRATIVE ESTIMATES OF IMPACT ON AZ ELECTRICITY USE**
- **TWG SHOULD DECIDE ON APPROACH TO RECOMMEND TO CCAG FOR FINAL DECISION AT 12/12/05 MEETING**

ELECTRICITY GROWTH FORECASTS

- **OPTIONS FOR CONSIDERATION, 2004–2010 (%/YR)**
 - **3.0%/YR (ACC REPORT, CURRENT ASSUMPTION)**
 - **3.4%/YR (COMPOSITE OF UTILITY FORECASTS WITH APS HISTORICAL GROWTH)**
 - **3.7%/YR (ADJUSTED USDOE AEO ESTIMATE AND UTILITY COMPOSITE WITH SHORT-TERM APS FORECAST)**
- **OPTIONS FOR CONSIDERATION, 2010–2020 (%/YR)**
 - **CONTINUE WITH ONE OF RATES ABOVE**
 - **2.8%/YR (ADJUSTED USDOE AEO REGIONAL)**
 - **A DIFFERENT RATE**

PRIORITIZATION OF RCI OPTIONS

- **FIRST PASS AT PRIORITIZATION OF OPTIONS COMPLETE (EXCEPT SOLID WASTE OPTIONS)**
- **SEE REVISED OPTIONS MATRIX**
- **CCS TEAM PREPARED, CIRCULATED EXAMPLE “OPTIONS CONSOLIDATION MEMO” FOR CONSIDERATION AND DISCUSSION BY TWG**
- **CONTINUED REVIEW/RANKING/REORGANIZATION OF POTENTIAL POLICY OPTIONS (REFER TO MATRIX)**

INDIVIDUAL POLICY DESIGN

- **SEE REVISED POLICY OPTION TEMPLATE**
- **INITIAL PROPOSALS FOR EACH POLICY OPTION:**
 - **IMPLEMENTATION LEVELS BEYOND BAU IN 2010, 2020**
 - **TIMING OF REDUCTION ACTION (STARTUP AND IMPLEMENTATION)**
 - **IMPLEMENTING PARTIES**
 - **OTHER POLICY DESIGN ATTRIBUTES?**
- **SEE POLICY TEMPLATE ILLUSTRATIVE EXAMPLE PREPARED BY CCS STAFF (CIRCULATED BY E-MAIL)**

NEXT TWG CALL

- **PROPOSED AGENDA ITEMS**
 - **REPORT FROM CCAG MEETING**
 - **CONTINUE PRIORITIZATION/CONSOLIDATION OF OPTIONS TO THE LONG LIST AS NEEDED**
 - **ADD OPTIONS IF NEEDED**
 - **CONTINUE WORK ON POLICY DEFINITIONS AND DESIGNS FOR ANALYSIS OF PRIORITY OPTIONS**

PUBLIC INPUT, ANNOUNCEMENTS

- **PUBLIC INPUT?**
- **ANNOUNCEMENTS?**